#### **European Update**







8<sup>th</sup> June 2017



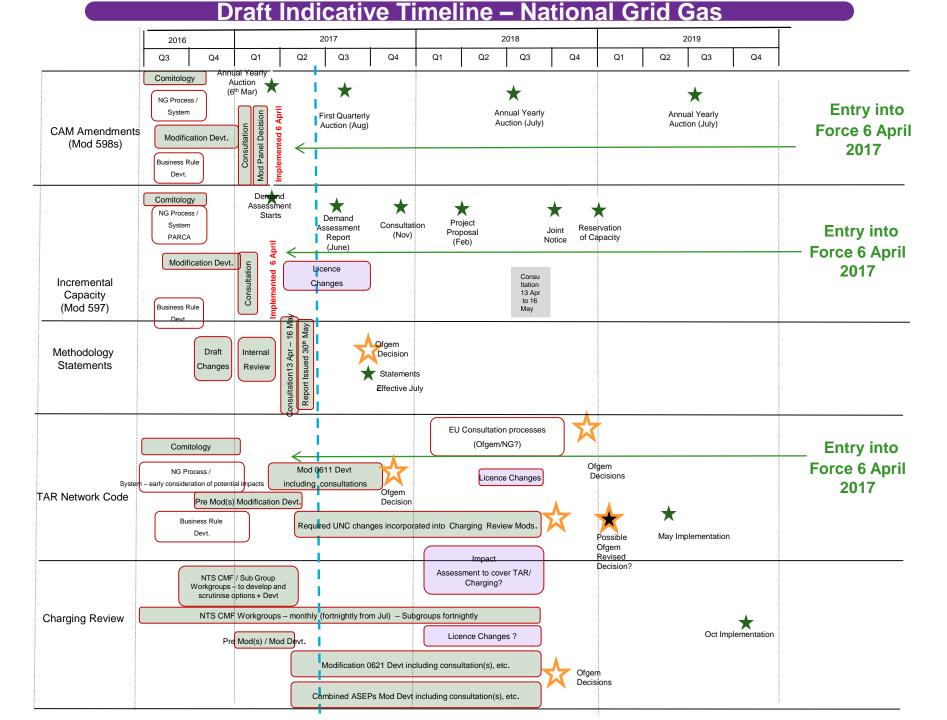
#### **Code Status Update**

Code	Current Status	Implementation date
Tariffs (TAR)	Entered into Force 6 April 2017 Mods now being raised: Main Mod: UNC Mod 0621 Supplementary Mod: Combined ASEPs  For further information please refer to Joint Office: <a href="http://www.gasgovernance.co.uk/0621">http://www.gasgovernance.co.uk/0621</a> NTSCMF <a href="http://www.gasgovernance.co.uk/ntscmf">http://www.gasgovernance.co.uk/ntscmf</a> Support Mod for CAM Incremental 0611 raised  For further information please refer to Joint Office: <a href="http://www.gasgovernance.co.uk/0611">http://www.gasgovernance.co.uk/0611</a>	Applicable from 6 April 2017, 1 October 2017, 31 May 2019.
Transparency (TRA)	Entered into Force 6 April 2017	Applicable from 01 October 2017. First publication end 2017.



#### **Code Status Update**

Code	Current Status	Implementation date
CAM Amendments & Incremental Capacity	Entered into Force 6 April 2017	Applicable from 6 April 2017.
Modifications	597: Rules for the release of incremental capacity at Interconnection Points 598S: Amendments to Capacity Allocations Mechanisms to comply with EU Capacity Regulations Capacity Conversion Mod raised 0616S For further information please refer to Joint Office: <a href="http://www.gasgovernance.co.uk/0616">http://www.gasgovernance.co.uk/0616</a>	Implemented  Capacity Conversion effective from 1st Jan 2018.



#### **Draft Indicative Timeline – National Grid Gas** 2017 2018 2016 Q3 Q3 Q4 Q1 Q2 Q4 Q1 Q2 Q4 Q1 Q2 Q3 Q4 Consultation 17 Aug to 8 Sep Mod Panel Decision 21 Sep Comitology ENTSOG Business Rule Conversion Devt. **Entry into Force** Model finalised **CAM Amendment** (1 January 2018) Mod Devt. **Capacity Conversion** NG Process / (Mod 616s) System Transitional arrangement Pre Mod(s) Modification Devt. Transparency May Implementation Ofgem Aug Implementation Mod for Transparency for 2018 Last updated: 06/06/17

#### **EU Tariff Code & GB Gas Charging Review**







## UNC Mod 0621: Amendments to national grid Gas Transmission Charging Regime

- Main Mod now raised (UNC 0621)
  - Holistic GB charging review incorporating EU requirements
  - http://www.gasgovernance.co.uk/0621
- One consolidated modification
  - Interactions difficult to separate
- The proposals modification will be discussed and debated through the development of the modification.
- Timeline driven by EU Tariff Code implemented by end of May 2019, prices impacted from October 2019.

# Gas Charging Review: Topic Development – for discussion (1/2)

Date	Meeting	Key topic to discuss#
30 May 13:00 – 15:00	Sub Group	Forecasted Contracted Capacity
5 June	NTSCMF	<ul> <li>Forecasted Contracted Capacity*</li> </ul>
14 June 10:00 – 12:00	Sub Group	<ul> <li>Revenue Reconciliation / Recovery (may also include some views on Multipliers)</li> </ul>
29 June 10:00 – 12:00	Sub Group	<ul> <li>Avoiding inefficient bypass of the NTS</li> </ul>
7 July	NTSCMF	<ul> <li>CWD Updated Model</li> <li>Revenue Reconciliation / Recovery*</li> <li>Avoiding inefficient bypass of the NTS*</li> </ul>
11 July 13:00 – 15:00	Sub Group	Specific Capacity Discounts
17 July	NTSCMF	<ul><li>Specific Capacity Discounts*</li><li>Non-Transmission Services Model*</li></ul>
25 July 13:00 – 15:00	Sub group	Multipliers

<sup>\*</sup>There may be some occasions where the topic runs over a few meetings, we will revisit the sub-group / NTSCMF meeting topic if this happens.

<sup>\*</sup> These topics will be relaying outputs from the sub-group in addition to further discussion at NTSCMFs

# Gas Charging Review: Topic Development – for discussion (2/2)

Date	Meeting	Key topic to discuss#
2 August	NTSCMF	<ul><li>Multipliers*</li><li>Avoiding inefficient bypass of the NTS</li></ul>
8 August 13:00 – 15:00	Sub Group	Interruptible
23 August	NTSCMF	Interruptible*
24 August 10:00 – 12:00	Sub Group	Existing Contracts
5 September	NTSCMF	Existing Contracts*
8 September 10:00 – 12:00	Sub Group	Forecasted Contracted Capacity
12 September 10:00 – 12:00	Sub Group	<ul> <li>Avoiding inefficient bypass of the NTS</li> </ul>
19 September 13:00 – 15:00	Sub Group	Multipliers / Interruptible
26 September	NTSCMF	<ul> <li>Forecasted Contracted Capacity</li> <li>Avoiding inefficient bypass of the NTS</li> <li>Multipliers / Interruptible</li> </ul>
28 September 10:00 – 12:00	Sub Group	To be confirmed

# Charging Review: Sub workgroups nationalgrid – Joining and contributions

- Inputs in advance of the meetings are welcome
  - Questions or comments or any position papers, for example
  - The one-pager documents can also be used to frame the discussions <a href="http://www.gasgovernance.co.uk/ntscmf/subg1page">http://www.gasgovernance.co.uk/ntscmf/subg1page</a>
- To receive joining instructions for the meetings (or to join a specific sub group on a particular topic) please contact National Grid

box.transmissioncapacityandcharging@nationalgrid.com

### **UNC Mod for Capacity Treatment** at Combined ASEPs

- New mod facilitates the ability to apply adjustments to tariffs at specific classifications of points (e.g. storage) within an ASEP
- It differs from Bacton split Mod 501
  - It is not required for "Amendments to Gas Transmission Charging Regime" Mod to proceed
  - The ASEP need not be split (but this is an option)
- Mod to be developed within Transmission WG
- Draft mod to be submitted to Mod Panel in July 2017
  - Implementation timeline as for main Charging Mod

## **EU Tariff Consultation: ACER Consultation Template**

- ACER must produce template for consultation of Reference Price Methodology (Art 26(5)) by 5 July
  - http://www.acer.europa.eu/Events/Stakeholders-invited-toexpress-views-on-the-Agency-Template-for-the-consultationon-the-reference-price-methodology/default.aspx

- ACER seeking feedback from stakeholders until 13 June
  - Responses to
    OpenHousegastariff@acer.europa.eu

#### **Tariff Code: Transparency Requirements**

- EC push for early compliance (i.e. 1 October 2017)
- Compromise agreed between EC/ACER/ENTSOG
  - Allows existing IT project to remain as planned
- Publication of IP reserve prices on ENTSOG Platform by December
- Publication of detailed charging and financial information on TSO website (Art 30) by end of year

#### **ENTSOG** Activities for remainder of 2017

- Preparation for 2<sup>nd</sup> Implementation Workshop in October and updated Implementation Document
- Internal Workshops between TSOs to
  - knowledge share and develop a shared understanding
  - support implementation
- Coordination between TSOs/ENTSOG to meet new publication requirements
- Preparation for Implementation Monitoring & Effect Monitoring of TAR NC.

## national grid Implementation and Effect Monitoring Planning

Timescale for Implementation and Effect Monitoring reports – **Tariff NC (2017-18)** 

